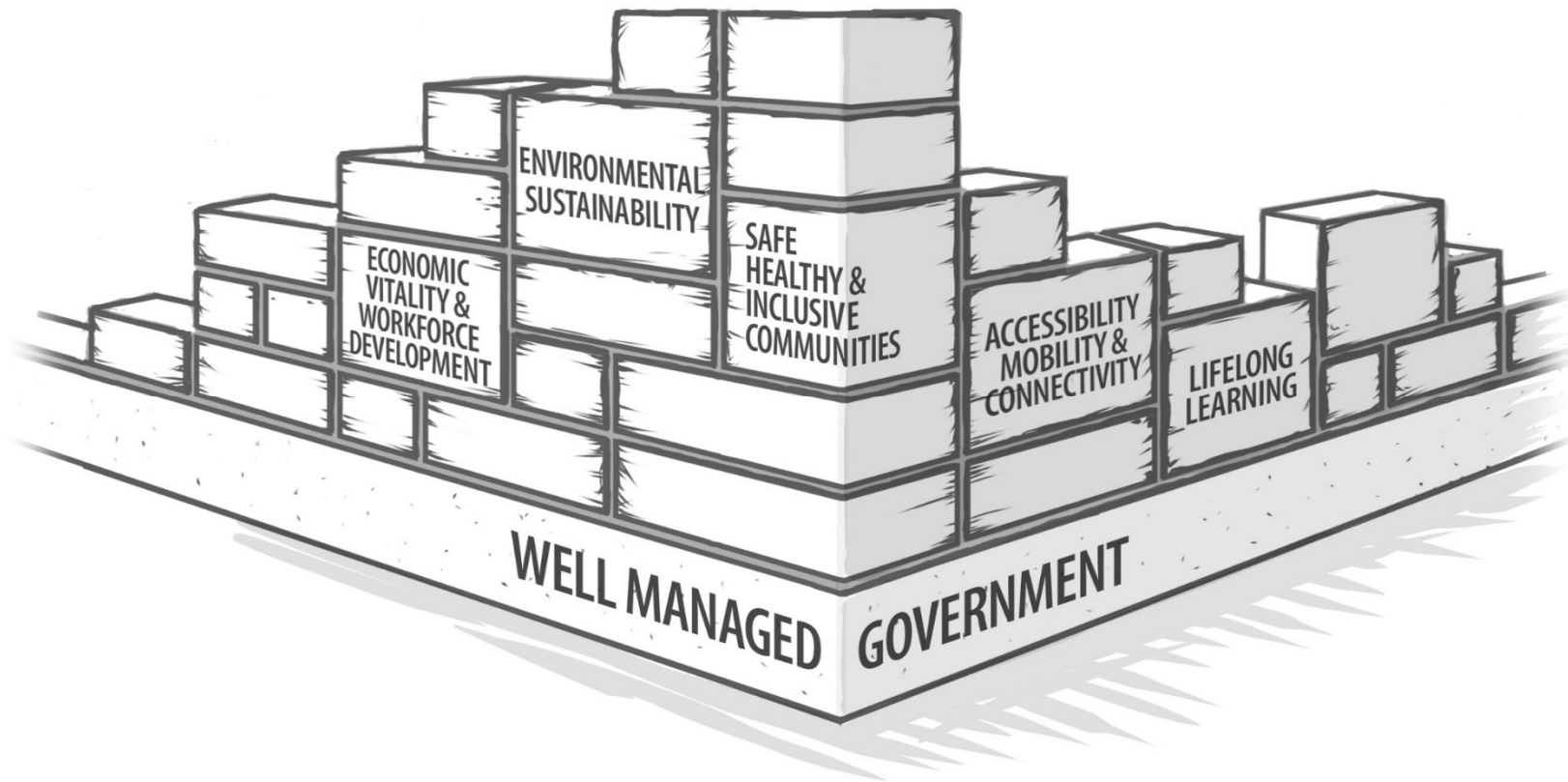


Hampton Roads Regional Jail

Presented to City Council

February 25, 2014



Established, September 2011

Overview

- In 1995, the Cities of Hampton, Newport News, Portsmouth and Norfolk established the Hampton Roads Regional Jail (HRRJ) to house local inmates
 - ✓ HRRJ is approved at 798 beds; double bunking allows for an effective capacity of 1,313 beds
 - ✓ Each member city is guaranteed a number of beds
 - ✓ The member per diem covers the cost of operations and capital (less state, federal revenues, and inmate related revenues)

Overview (continued)

Member	Guaranteed Beds	2014 HRRJ Per Diem	2012 Local Jail Costs
Hampton	175	\$53.00	\$59.77
Newport News	200	\$53.00	\$75.12
Portsmouth	250	\$46.85	\$67.52
Norfolk	250	\$53.00	\$49.12

- In recent years, the housing of Federal Immigration and Customs Enforcement (ICE) inmates has allowed local per diem rates to remain low.
- In 2013, ICE detainees were moved to Farmville. The reduction of approximately 400 ICE detainees per day, represents a loss of approximately \$6 million in net annual revenues (25 percent of total annual revenue).

Actions to Mitigate loss of Revenue

- To offset the loss of \$6 million in net ICE revenue, HRRJ staff proposed a \$25 per diem increase for FY 2015
 - ✓ This equates to a \$2.3 million increase in annual per diem expenses for Norfolk
- Discussions with Immigration Service regarding the return of ICE inmates.
 - ✓ At this time a return of ICE inmates is unlikely
- Recommendation to lower the Reserve Fund from a ninety day reserve to a sixty day reserve (25 percent to 16.67 percent of operating expenses)
 - ✓ Two HRRJ members have approved this change; the other two members will act within a few weeks

Actions to Mitigate loss of Revenue (continued)

- Discussions with members and new potential customers on the use of available beds
- Currently, there are discussions with other entities to extend HRRJ membership for 200-300 guaranteed beds
- Norfolk staff are encouraging a Memorandum of Agreement to house other locality inmates while a membership agreement is pursued
- Review of future capital needs and financing recognizing the age of the facility and equipment

Fiscal Impact to Norfolk

- Current per diem is \$53
- With the loss of ICE inmates
 - ✓ Increase to \$78 per diem for a total of \$2.3 million
- Solution 1: changing the Reserve Fund requirement from 90 to 60 days
 - ✓ \$70 per diem for a total of \$1.6 million
- Solution 2: Fill vacant beds through other arrangements